



Institute of Management
JK Lakshmipat University, Jaipur
BACKLOG END TERM EXAMINATION - 2018

B.Com (III sem.) Advanced Cost Accounting

Time: 2 Hours

Subject Code: AC 09

MM: 50 Marks

Instructions: All questions are compulsory.

1. What is "Job Costing"? In which type of Industries this system would be suitable? Give specimen of Cost Sheet. (1.5+1.5+2 Marks)
2. M/S Kaniska Ltd. is committed to supply 24,000 bearing per annum to M/S Deluxe Fans a steady daily basis. It is estimated that it costs 10 paise as inventory holding cost per bearing per month and that the set up cost per run of bearing manufacture is Rs. 324. Calculate:
 - a. What should be the optimum run size for bearing manufacturing?
 - b. What should be the interval between two consecutive optimum runs?(2.5+2.5 Marks)
3. Write Short Note On (any three): (3*4 Marks)
 - a. Job Order Costing and Batch Costing
 - b. Contract Costing
 - c. Opportunity cost and Sunk Cost
 - d. Uniform Costing
4. The following expenditure was incurred on a contract of 12,00,000 for the year ending 31/12/2015.

Material	2,40,000
Wages	3,28,000
Plant	40,000
Overheads	17,200

Cash received on the account of the contract to 31/12/2017 was 4,80,000, being 80% of the work certified. The value of materials in the hand was 20,000. The plant had undergone 20% depreciation. Prepare contract Account. (4 Marks)

P.T.O.

5. Define and explain Joint products and By-products. Briefly explain the various accounting methods of By-products. (4 Marks)
6. (a) What do you mean by operation costing? How is it different from other costing methods? (2.5 Marks)
- (b) An article undergoes three successive operations from raw materials to finished product stage. The following information is available from the production records of a particular period:

Operation No.	No. of Pieces put in	No. of Pieces Rejected	No. of Pieces Output
1	36,000	12,000	24,000
2	39,600	3,600	36,000
3	28,800	4,800	24,000

Find what should be the input in the first operation in number of pieces to obtain a finished product of 100 pieces after the last operation. (2.5 Marks)

7. Write Detailed Note On (any 3): (3*5 Marks)
- Activity Based Costing with specimen
 - Cost reduction and Cost Control
 - Reconciliation of Financial and Cost Accounting
 - Kaizen Costing